BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

IN THE MATTER OF THE CONTINUED)
COSTING AND PRICING OF UNBUNDLED)
ELEMENTS, TRANSPORT AND)
TERMINATION, AND RESALE)
Docket No. UT-003013
Part B

SUPPLEMENTAL DIRECT TESTIMONY

OF

RENÉE ALBERSHEIM

QWEST CORPORATION

January 8, 2001

I. <u>IDENTIFICATION OF WITNESS</u>

- 2 Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
- 3 A. My name is Renée Albersheim. My business address is 1999 Broadway, 10th Floor,
- 4 Denver, Colorado 80202.

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- 5 Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
- 6 A. I am employed by Qwest Corporation (formerly U S WEST) as a Regulatory
- 7 Manager in the Information Technologies Wholesale Systems organization.
- 8 Q. PLEASE DESCRIBE YOUR WORK EXPERIENCE AND EDUCATION.
- 9 A. Currently, my responsibilities include identifying and managing regulatory issues
- involving Qwest's operational support systems (OSS) as a result of the
- Telecommunications Act of 1996, Federal Communications Commission (FCC)
- orders, state commission decisions, and other legal and regulatory matters. Since
- joining Qwest, I have worked in the Wholesale Systems organization in the
- 14 Information Technologies Division.
- Prior to becoming a Qwest employee, I was a consultant in application development
- projects for 15 years in a variety of roles: programming and systems development,
- systems architecture, project management, information center management, and
- software training. During my 15 years as a consultant, I worked on a number of
- 19 Qwest's operational support systems.

- I received a Bachelor of Arts Degree from the University of Colorado in 1983, and a
- 2 Master of Business Administration in Information Systems from the University of
- 3 Colorado Graduate School of Business in 1985. In addition to working full-time at
- 4 Qwest, I am currently attending the University of Denver College of Law, and will
- 5 receive my Juris Doctor in May 2001.

6 Q. HAVE YOU TESTIFIED BEFORE OTHER STATE REGULATORY

7 **COMMISSIONS?**

- 8 A. I have submitted written testimony to the Arizona Corporation Commission and the
- 9 Public Service Commission of Montana.

10 Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

- 11 A. The purpose of my testimony is to discuss, at a very high level, the potential change
- to Qwest's OSS that are associated with line splitting. My purpose is also to respond
- to the Supplemental Direct Testimony of Joseph Gillan of AT&T and Roy Lathrop of
- Worldcom. I do not provide OSS cost estimates here, as costs estimates are not
- 15 available at this time.

16 Q. HAS QWEST DETERMINED THE OSS CHANGES NECESSARY FOR LINE

17 **SPLITTING?**

A. No, not to the level sufficient to generate OSS cost estimates. The OSS requirements

¹ <u>See</u> In the Matter of Continued Costing and Pricing of Unbundled Network Elements, Transport, Termination, and Resale, WUTC Docket No. UT-003013, Part B – Supplemental Direct Testimony of Joseph Gillan, AT&T Communications of the Pacific Northwest, Inc., and Supplemental Direct Testimony of Roy Lathrop, Worldcom, filed October 19, 2000.

- for line splitting have not been fully determined. Until line splitting as a product has
- been fully defined, and the methods and procedures for provisioning this product are
- fully defined, it will not be possible for Qwest to estimate the cost of making the OSS
- 4 changes required by these definitions.

5 Q. HAS QWEST STUDIED THE POTENTIAL IMPACTS OF LINE SPLITTING

- 6 ON ITS OSS?
- A. Yes. Once discussions about line splitting began, the Qwest Wholesale Systems
- 8 Development team began to assess the potential impacts of line splitting on Qwest's
- OSS, and the changes that might be required, depending on how line splitting is
- defined. However, the systems development team has not evaluated every impact for
- all variations since the various provider responsibilities are unclear.
- 12 Q. MR. LATHROP CONTENDS THAT FROM A TECHNICAL AND
- 13 OPERATIONAL PERSPECTIVE, LINE SPLITTING OVER UNE-P WOULD
- 14 BE PROVISIONED IN EXACTLY THE SAME WAY AS LINE SHARING.²
- 15 IS THIS ACCURATE FROM AN OSS PERSPECTIVE?
- 16 A. No. At a minimum, methods and procedures will have to be established within Qwest
- systems that identify line splitting as a separate product. Mr. Lathrop and Mr. Gillan
- acknowledge the difference between line sharing and line splitting. With line sharing
- the Incumbent Local Exchange Carrier (ILEC), Qwest, is the underlying voice
- 20 provider. With line splitting, another Competitive Local Exchange Carrier (CLEC) is

² Lathrop Direct Testimony.

the voice provider. By necessity, Qwest's OSS will have to account for this difference. Mr. Gillan identifies his criteria for line splitting,³ but these criteria do not identify the processes necessary to implement line splitting. While Mr. Gillan's goals stress a desired end-result, they are not process oriented. For example, Mr. Gillan states that "line splitting should be implemented with a minimal of disruption to the customer." The methods and procedures to accomplish that goal must be established. These will not be the same methods and procedures that have been established for line sharing. By definition, there are now three parties involved in the transaction: the voice CLEC, the data CLEC, and the ILEC. How these methods and procedures are defined will have a direct impact on the OSS changes necessary for their implementation.

Q. IS QWEST WILLING TO WORK WITH CLECS TO ESTABLISH THE METHODS AND PROCEDURES NECESSARY TO IMPLEMENT OSS CHANGES NEEDED FOR LINE SPLITTING?

A. Yes. As Qwest did with development of OSS requirements for line sharing, Qwest is willing to discuss requirements for line splitting with the CLECs. Qwest will seek CLEC input on a number of issues that will impact the ordering, provisioning, maintenance and repair, and billing of this new product. For example, who will control each process? Must the voice provider, the data provider, or either one submit orders or requests for repair? What sort of verification and process control

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³ Gillan Supplemental Direct p. 3.

⁴ Id

- mechanisms will be required? What are the business relationships between the
- 2 various parties? Answers to these and other questions will determine the OSS
- 3 impacts of line splitting.

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4 Q. WHAT OSS CHANGES WILL BE REQUIRED AT A MINIMUM FOR THE

5 **LINE SPLITTING PRODUCT?**

- 6 A. At a very high level, Qwest's Wholesale Systems Development team has determined
- that the OSS work necessary to implement line splitting will probably require changes
- 8 to the electronic interfaces, the flow-through system, and several downstream
- systems, including LFACS, SWITCH, and the CRIS Billing Systems. Other
- downstream systems may also require changes, again depending upon how the
- product and its associated methods and procedures are ultimately defined.

Q. WILL THERE BE INCREMENTAL OSS IMPACTS IF QWEST IS

ORDERED TO PROVIDE THE SPLITTERS IN A LINE SPLITTING

⁵ LFACS is the Loop Facitlity Assignment and Control System, which maintains a mechanized inventory of outside plant facilities, (e.g., facility addresses, cables, cable pairs, serving terminals, cross connection devices, loops, etc.) and assigns the outside plant facilities to assignment requests received from SOAC as a result of customer service order activity.

⁶ SWITCH is a central office inventory system. With cable pair data from LFACS and telephone number inventory information from CNUM, SWITCH completes the initial step in designing the circuit package. SWITCH supports line-side and trunk-side central office provisioning of digital, analog, and packet switching facilities by providing connection information for central office personnel.

⁷ CRIS is the Customer Record Information System. CRIS is a billing system for the majority of residence and business account bills for exchange services. It calculates, prints, and mails bills to individual retail end-user customers for retail products, and CLECs for some interconnect (wholesale) products. After rating usage, CRIS posts service order processing updates, provisioning information, rating data, tolls, cash treatments, bills, payments, journal entries or adjustments, rate changes, message processing and other billing related information to the Customer Service Records (CSRs).

ARRANGEMENT AS ADVOCATED BY MR. LATHROP⁸ AND MR.

2 GILLAN⁹?

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- 3 A. Yes. First, as detailed in the testimony of Barbara J. Brohl, Qwest opposes providing
- 4 the splitters, and is not legally obligated to do so. Should Qwest be required to
- 5 provide the splitters, Qwest systems would have to be changed to allow Qwest to
- 6 keep an inventory of these splitters, and to track splitter port assignments. Changes
- would likely be required to allow for pre-ordering, ordering, provisioning,
- 8 maintenance and billing of these splitters. At a high level, the Qwest Wholesale
- 9 Systems Development team estimates that such a requirement could result in a very
- large systems development project due to the changes that would be required to
- 11 Qwest's inventory systems.

Q. ARE MORE PRECISE ESTIMATES OF LINE SPLITTING OSS WORK

EFFORTS AVAILABLE AT THIS TIME?

- 14 A. No. Before a more precise estimate can be provided, the systems development team
- must complete an idea assessment, followed by a business requirements document,
- based on input from the CLECs as discussed above. The discussion of system
- changes provided here is at a very high level and is based on experience with Qwest
- systems. A more precise discussion will not be possible until the line splitting
- product and its associated methods and procedures are fully defined. The idea
- 20 assessment and business requirements documents will have to be completed before it
- is possible to prepare a budget for labor and other expenses as well as time required to

⁸ Lathrop Direct Testimony p. 11.

- implement the required system changes. These documents are standard steps in the
- 2 systems development process. Again, Qwest will solicit input from the CLECs to
- insure that the ultimate line splitting OSS solution will serve CLEC ordering,
- 4 provisioning, billing, maintenance and repair needs.

5 Q. WILL QWEST SEEK TO RECOVER THE COSTS OF OSS CHANGES

- 6 NECESSARY TO FACILITATE ORDERING, PROVISIONING, BILLING,
- 7 MAINTENANCE AND REPAIR FOR LINE SPLITTING?
- 8 A. Yes. The Telecommunications Act of 1996 allows Incumbent Local Exchange
- 9 Carriers (ILECs) to recover the cost of UNEs. 10 The FCC and this Commission 12
- have recognized that ILECs have the right to recover reasonable costs for UNEs.
- OSS are defined as a UNE, ¹³ so ILECs such as Qwest have the right to recover the
- cost of making OSS available to CLECs. Therefore, Qwest has the right to recover
- the cost of making OSS changes necessary to provide CLECs with OSS access to line
- splitting.

⁹ Gillan Supplemental Direct Testimony p. 4.

¹⁰ Telecommunications Act of 1996, Pub. L. No. 104-104, 110 Stat. 56, codified at 47 U.S.C. §§ 151 et seq., §252 (Telecom Act).

¹¹ The FCC most recently discussed the ILECs' authorization to recover costs in the Line Sharing order. See In the Matters of Deployment of Wireline Services Offering Advanced Telecommunications Capability Implementation of the Local Competition Provisions in the Telecommunications Act of 1996, CC Docket No. 96-98 and , ¶ 144 (rel. Dec. 9, 1999), (FCC Third Report and Order on Docket No. 98-147 and Fourth Report and Order on Docket No. 96-98).

¹² 17th Supplemental Order: Interim Order Determining Prices; Notice of Prehearing Conference, WUTC Docket Nos. UT-960369, UT-960370 and UT-960371 ¶ 100 (authorizing cost recovery for QWEST and setting interim rates).

¹³ See In the Matter of Implementation of the Local Competition Provisions in the Telecommunications Act of 1996, CC Docket No. 96-98, and In the Matter of Interconnection between Local Exchange Carriers and Commercial Mobile Radio Service Providers, CC Docket No. 95-185, ¶ 516 (rel. Aug. 8, 1996), (FCC First Report and Order).

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Q. DOES THIS CONCLUDE YOUR TESTIMONY?

2 A. Yes, it does.